

S/025/0025
cc: Tom
Peter
Task: 3914

December 6, 2010

Division of Oil, Gas, and Mining
1594 W. North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

RECEIVED
DEC 29 2010
DIV. OF OIL, GAS & MINING

Dear Mr. Munson:

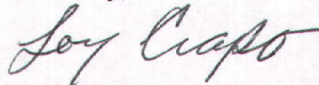
On June 1, 2010 date, I obtained State Lease ML 51615 and started mining on the same area originally held under Robert Harris's permit S/025/0006 under a different lease #, ML 41355. I have completed the regrading and seeding of all of lease ML 27618. When I submitted an amendment in July of 2009, I requested an inspection of the regrading associated with Lease ML 27618 and the inclusion of Lease ML 51615 into my permit.

The amount of disturbance on ML 51615 and my remaining reclamation liability is about an acre of active mine disturbance on Lease ML 51615 and the reseeding liability on lease ML 27618. I feel it is not necessary to complete a new permit application as requested by Mr. Rogers since nothing has changed with my permit. I have included a better map showing exactly where my current disturbance of one acre is and my proposed two acre disturbance will be. The attached map more clearly identifies the area I am actively mining and where I plan on mining in the future.

My current Bond with Wells Fargo is \$8,900 plus interest, which should be sufficient to cover my current active mine disturbance of an acre and reseeding liability on Lease ML 27618. I intend to place an additional \$3,000 in 2011 to cover the additional one acre disturbance.

Please let me know if you have any questions and when I can arrange an inspection of lease ML 27618.

Sincerely,

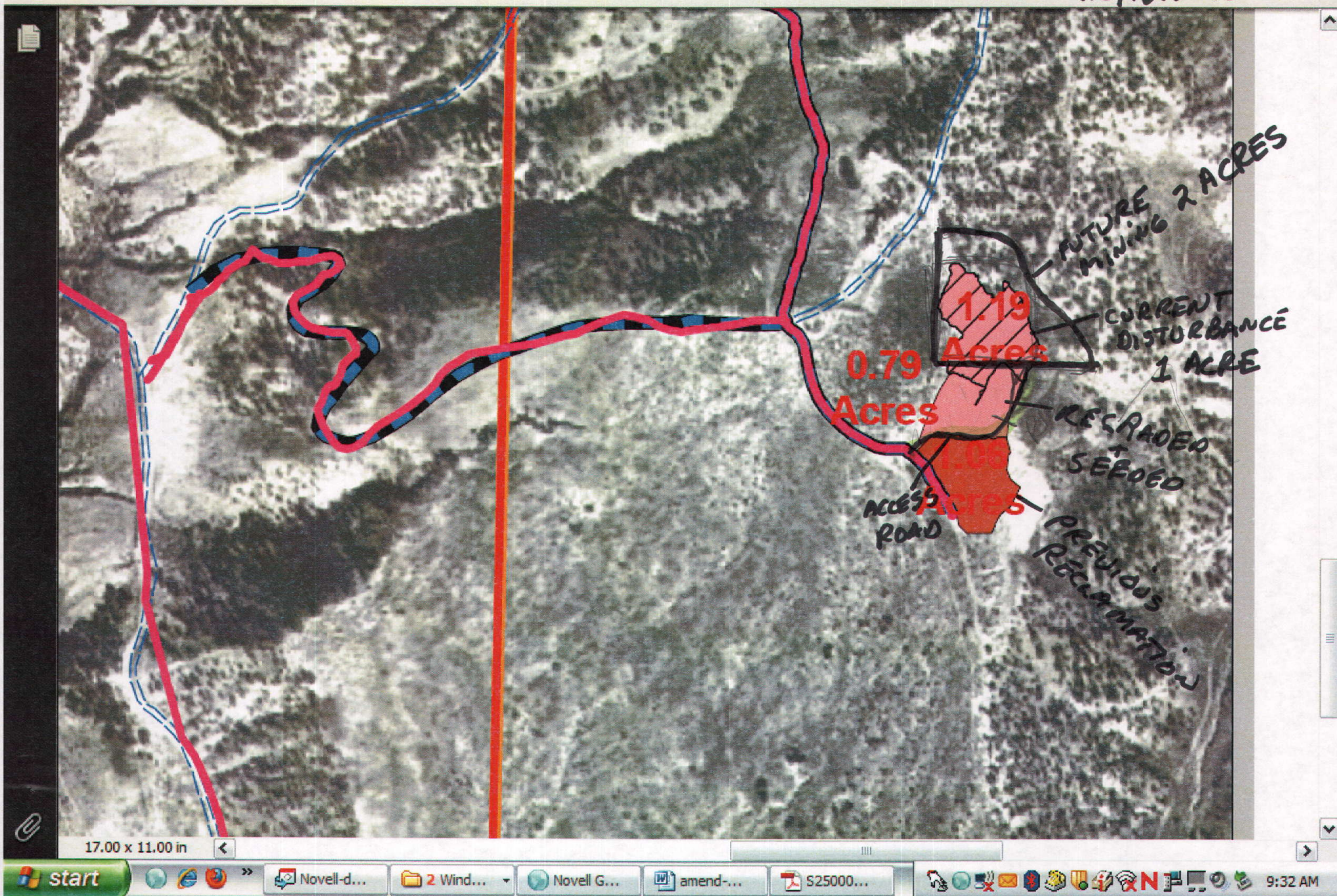


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PERMIT # S/025/0025

MAP DATE 12/13/2010



17.00 x 11.00 in